



**CITY OF HUNTINGTON BEACH
PUBLIC WORKS COMMISSION
REQUEST FOR ACTION**

Item No. PW 10-09

SUBMITTED TO: Chairman Siersema and Members of the Commission

SUBMITTED BY: Travis K. Hopkins, PE, Director of Public Works

DATE: March 17, 2010

SUBJECT: Planned Local Drainage Facilities Fund Annual Compliance Report *Fiscal Year 2008/09*

Statement of Issue: In accordance with Section 14.48 of the Huntington Beach Municipal Code (HBMC), the Public Works Department is required to prepare an annual report of the status of the Planned Local Drainage Facility Fund (Drainage Fund) for the City Council. The process provides an opportunity for the Public Works Commission to review planned projects, revenues and expenditures under the program.

Funding Source: No funding is required for this action.

Impact on Future Maintenance Costs: Not applicable.

Recommended Action: Motion to recommend to the City Council the approval of the Planned Local Drainage Facility Fund Compliance Report for Fiscal Year 2008/09.

Alternative Action(s): Recommend revisions to the report.

Analysis: The Planned Local Drainage Facilities Fund (Drainage Fund) is a development fee that is restricted to use for drainage system enhancements. Section 14.48.050 (d) requires the City Council to review the status of compliance with this Chapter, including the revenues collected and the funds expended. The following information conforms to the requirements of the HBMC regarding revenues and expenditures of the Drainage Fund. Although the reporting requirement became effective with the adoption of the revised ordinance in September 2006, the Drainage Fund has existed since 1975. The following information covers Fiscal Year 2008/09.

Fiscal Status

As the result of project costs overruns for the Shields Pump Station in Fiscal Year 2001/02, the Drainage Fund maintains a negative balance of (\$542,120). The Drainage Fund advanced \$250,000 to the Redevelopment Agency for improvements in 1987. With interest accrual of \$546,000, the debt amount is currently \$796,000.

Revenues

Revenue for FY 2008/09 from development was \$140,150. Interest to the fund was debited for a reduction of (\$15,020). Beginning Fiscal Year 2009/10 negative interest will not be charged.

Expenditures

No expenditures were made in 2008/09, or are planned for the Drainage Fund in the foreseeable future.

Conformance with Program Goals and Objectives

The Drainage Fund is intended to implement the goals and objectives of the current Drainage Master Plan. Funds collected and deposited to the fund may be expended solely for the construction or reimbursement for construction of drainage facilities. The Fund is in compliance with these requirements.

Beginning Balance 10/08	(\$667,250)
Revenue	
Developer fees	140,150
Interest earned	(15,020)
Total Revenue	\$ 125,130
Expenditures	
Total Expenditures	0
Beginning Balance 10/09	(\$542,120)
Budgeted revenues	50,000
Budgeted expenditures	0
Estimated Balance 10/10	(\$492,120)

Rate Schedule Fiscal Year 2008/09

Drainage Fees: \$13,270 per acre

Environmental Status: Not applicable

Attachments: None